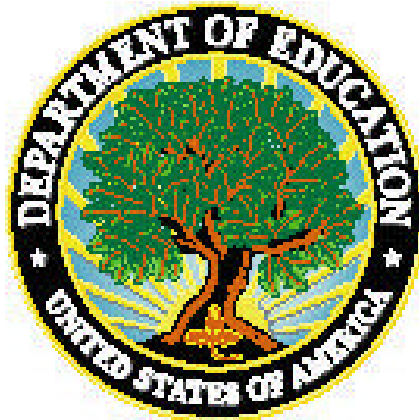


SFA Modernization Partner Project LEGACY CONTRACT TRANSITION PLAN

Direct Loan Servicing System (DLSS)



Part 3 Recommendation and Timetable For Transition Plan for DLSS

Recommendation:

Since the DLSS contract does not expire until September 30, 2003, no procurement action is necessary immediately. SFA and the Modernization Partner should determine the effects of the Modernization Plan reengineering and resultant new architecture on this contract, if any, and assure that all functionality under this contract is incorporated somewhere in the new architecture. The procurement planning for the DLSS functionality either for a new contract awarded pursuant to the new architecture or independent of the new architecture, must begin no later than 18 months before the new contract, whatever its form, is to be put into place.